

**ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
ARGONIA, KANSAS**

**FINANCIAL STATEMENT
JUNE 30, 2015**

BFR

BUSBY FORD & REIMER, LLC

CERTIFIED PUBLIC ACCOUNTANTS

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
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CERTIFIED PUBLIC ACCOUNTANTS
INDEPENDENT AUDITORS' REPORT

**Board of Education
Argonia Unified School District No. 359
Argonia, Kansas**

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances of **Argonia Unified School District No. 359 Financial Reporting Entity, Argonia, Kansas**, as of and for the year ended **June 30, 2015** and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditors' judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Board of Education
Argonia Unified School District No. 359**

Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

As described in Note 1 of the financial statement, the financial statement is prepared by **Argonia Unified School District No. 359 Financial Reporting Entity, Argonia, Kansas**, to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of **Argonia Unified School District No. 359 Financial Reporting Entity, Argonia, Kansas**, as of **June 30, 2015**, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of **Argonia Unified School District No. 359 Financial Reporting Entity, Argonia, Kansas**, as of **June 30, 2015**, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual, agency funds schedule of regulatory basis cash receipts and disbursements, district activity funds schedule of regulatory basis cash receipts, expenditures and unencumbered cash, Recreation Commission schedule of regulatory basis receipts and expenditures-actual and budget (Regulatory-Required Supplementary Information as listed in the table of contents) and schedule of expenditures of federal awards (Federal Award Information as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement.

**Board of Education
Argonia Unified School District No. 359**

The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statement as a whole, on the basis of accounting described in Note 1.

The 2014 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget (as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2014 basic financial statement upon which we rendered an unmodified opinion dated August 19, 2014. The 2014 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://da.ks.gov/ar/muniserv/>. Such 2014 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2014 basic financial statement. The 2014 comparative information was subjected to the auditing procedures applied in the audit of the 2014 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2014 basic financial statement or to the 2014 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2014 comparative information is fairly stated in all material respects in relation to the 2014 basic financial statement as a whole, on the basis of accounting described in Note 1.

Busby Ford & Reimer, LLC

Busby Ford & Reimer, LLC
August 25, 2015

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
SUMMARY OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2015

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	\$ 1,380	\$ 0	\$ 1,609,519	\$ 1,610,899	\$ 0	\$ 0	\$ 0
Special Purpose Funds							
Supplemental General	27,774	0	474,949	502,723	0	0	0
At Risk (4 Year Old)	0	0	1,000	1,000	0	0	0
At Risk (K-12)	0	0	63,611	63,611	0	0	0
Capital Outlay	449,686	0	57,161	54,683	452,164	0	452,164
Driver Training	2,000	0	558	23	2,535	0	2,535
Food Service	25,000	0	87,055	87,055	25,000	0	25,000
Special Education	152,887	0	313,974	301,584	165,277	0	165,277
Vocational Education	5,000	0	98,524	103,524	0	0	0
KPERS Contribution	0	0	123,721	123,721	0	0	0
Federal Funds	0	0	54,403	54,403	0	0	0
Contingency Reserve	110,000	0	0	31,637	78,363	0	78,363
Textbook and Student Material							
Revolving	20,000	0	4,768	5,828	18,940	0	18,940
District Activity Funds	3,532	0	24,554	21,502	6,584	0	6,584
Related Municipal Entity							
Recreation Commission	97,217	0	38,868	59,306	76,779	0	76,779
	<u>\$ 894,476</u>	<u>\$ 0</u>	<u>\$ 2,952,665</u>	<u>\$ 3,021,499</u>	<u>\$ 825,642</u>	<u>\$ 0</u>	<u>\$ 825,642</u>

Composition of Cash:

Checking Accounts	\$ 766,058
Savings Account	2,676
Related Municipal Entity	<u>76,779</u>
	845,513
Agency Funds	<u>(19,871)</u>
	<u>\$ 825,642</u>

The notes to the financial statement are an integral part of this statement.

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2015

Note 1 - Summary of Significant Accounting Policies:

Financial Reporting Entity

Argonia Unified School District No. 359 is a municipal corporation established under State of Kansas statutes designed to meet educational requirements at the primary and secondary levels in and around Argonia, Kansas. The District is governed by an elected seven-member Board of Education. The District's financial statement includes all funds over which the Board of Education exercises financial responsibility. Financial responsibility includes appointment of governing body members, designation of management, the ability to significantly influence operations and accountability for fiscal matters. The financial statement presents **Argonia Unified School District No. 359** (the primary government) and its related municipal entity. The related municipal entity is included in the District's reporting entity because of the significance of its operational and financial relationship with the District.

Recreation Commission - Argonia USD No. 359 Recreation Commission oversees recreational activities. The Recreation Commission operates as a separate governing body but the District levies the taxes for the Recreation Commission and the Recreation Commission has only the powers granted by statute, K.S.A. 12-1928. The Recreation Commission cannot purchase real property but can acquire real property by gift.

KMAAG Regulatory Basis of Presentation Fund Definitions:

General Fund-The primary operating fund. Used to account for all unrestricted resources except those required to be accounted for in another fund.

Special Purpose Funds-To account for the proceeds of specific receipts (other than major capital projects) that are restricted by law or administrative action to expenditure for specific purposes.

Agency Funds-To account for resources held in a trustee or agency capacity for others which therefore cannot be used to support the government's own programs.

Regulatory Basis of Accounting and Departure from Accounting Principles Generally accepted in the United States of America

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2015

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of accounting principles generally accepted in the United States of America and allowing the municipality to use the regulatory basis of accounting.

Budget and Tax Cycle

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), and debt service funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no amendments for the year ended June 30, 2015.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for capital projects funds, trust funds, and the following special purpose funds:

Federal Funds
District Activity Funds

Contingency Reserve Fund
Textbook and Student Material Revolving Fund

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2015

Note 2 - In Substance Receipt in Transit:

The District received \$100,616 subsequent to June 30, 2015, and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2015.

Note 3 - Defined Benefit Pension Plan:

Plan Description

The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 South Kansas Ave., Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy

K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009, KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate of 5% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. Member employees' contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

The State of Kansas is required to contribute the statutory required employers share.

Net Pension Liability

The total pension liability for KPERS was determined by an actuarial valuation as of December 31, 2013, which was rolled forward to June 30, 2014. As of June 30, 2014, the net pension liability for KPERS was \$8,291,794,910. KPERS has determined the District's proportionate share of the net pension liability is \$1,692,110 as of June 30, 2014. The complete actuarial valuation report including all actuarial assumptions and methods is publically available on the website at www.kpers.org or can be obtained as described in the first paragraph above.

Note 4 - Compensated Absences:

All permanent full-time employees are eligible for vacation and/or sick leave benefits in varying annual amounts depending on position and length of service.

It is the policy of the District to record vacation and sick leave benefits as expenditures when paid.

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2015

Note 5 - Deposits:

K.S.A. 9-1401 establishes the depositories which may be used by the Government. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The Government has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the Government's deposits may be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2015.

At June 30, 2015, the District's carrying amount of deposits was \$845,513 and the bank balance was \$911,408. The bank balance is held by one bank. Of the bank balance, \$353,195 was covered by depository insurance, and the remaining \$558,213 was collateralized with securities held by the pledging financial institution's agent in the District's name.

Note 6 - Postemployment Benefits:

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in the financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2015

Note 7 - Interfund Transactions:

Operating transfers in accordance with K.S.A. 72-7063 were as follows:

	Transfer to:						Total
	Supplemental General	At Risk (4 Year Old)	At Risk (K-12)	Food Service	Special Education	Vocational Education	
Transfer from:							
General Fund	\$ 0	\$ 1,000	\$ 63,611	\$ 0	\$ 227,208	\$ 98,524	\$ 390,343
Supplemental General Fund	0	0	0	18,192	61,162	0	79,354
Contingency Reserve Fund	31,637	0	0	0	0	0	31,637
	<u>\$ 31,637</u>	<u>\$ 1,000</u>	<u>\$ 63,611</u>	<u>\$ 18,192</u>	<u>\$ 288,370</u>	<u>\$ 98,524</u>	<u>\$ 501,334</u>

Note 8 - On-Behalf Payments for Fringe Benefits and Salaries:

The District recognizes as revenues and expenses contributions made by the State of Kansas to the Kansas Public Employees Retirement System (KPERs) on behalf of the District's employees. For the year ended June 30, 2014, the State made contributions of \$123,721. These contributions are recorded in the KPERs Contribution Fund as receipts and expenditures.

Note 9 - Contingencies:

Grant Programs

The District participates in various federal and state grant programs. These grant programs are often subject to additional audits by agents of the granting agency, the purpose of which is to ensure compliance with the specific conditions of the grant. Any liability for reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District carries commercial insurance for all risks of loss. Settled claims resulting from these risks have not materially exceeded commercial insurance coverage in any of the past three years.

Note 10 - Reimbursed Expenses:

The District records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenue to the fund. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements.

Note 11 - Subsequent Events:

The District has evaluated subsequent events through August 25, 2015, the date which the financial statement was available to be issued.

**REGULATORY REQUIRED
SUPPLEMENTARY INFORMATION**

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2015

Fund	Certified Budget	Adjustment to		Adjustment for		Total Budget for Comparison	Expenditures		Variance - Over (Under)
		Comply with Legal Max	Budget Credits	Qualifying Budget Credits	Comparison		Chargeable to Current Year		
General Fund	\$ 1,618,610	\$ (53,928)	\$	46,217	\$ 1,610,899	\$	1,610,899	\$	0
Special Purpose Funds									
Supplemental General	502,723	0	0	0	502,723		502,723		0
At Risk (4 Year Old)	1,000	0	0	0	1,000		1,000		0
At Risk (K-12)	66,441	0	0	0	66,441		63,611		(2,830)
Capital Outlay	510,312	0	0	0	510,312		54,683		(455,629)
Driver Training	5,700	0	0	0	5,700		23		(5,677)
Food Service	88,112	0	0	0	88,112		87,055		(1,057)
Special Education	435,000	0	0	0	435,000		301,584		(133,416)
Vocational Education	103,524	0	0	0	103,524		103,524		0
KPERS Contribution	151,719	0	0	0	151,719		123,721		(27,998)
Federal Funds	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX		54,403		XXXXXXXXXX
Contingency Reserve	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX		31,637		XXXXXXXXXX
Textbook and Student Material									
Revolving	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX		5,828		XXXXXXXXXX
District Activity Funds	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX		21,502		XXXXXXXXXX
Related Municipal Entity									
Recreation Commission	125,050	0	0	0	125,050		59,306		(65,744)
	<u>\$ 3,608,191</u>	<u>\$ (53,928)</u>	<u>\$</u>	<u>46,217</u>	<u>\$ 3,600,480</u>	<u>\$</u>	<u>3,021,499</u>	<u>\$</u>	<u>(692,351)</u>

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

<u>General Fund</u>	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Local Sources	\$ 414,161	\$ 46,217	\$ 0	\$ 46,217
State Sources	1,314,774	1,563,302	1,617,230	(53,928)
	<u>1,728,935</u>	<u>1,609,519</u>	<u>\$ 1,617,230</u>	<u>\$ (7,711)</u>
Expenditures				
Instruction	837,557	833,279	\$ 874,930	\$ (41,651)
Student Support Services	35,920	40,547	40,961	(414)
Instructional Support Staff	27,430	26,914	28,182	(1,268)
General Administration	129,485	136,915	134,774	2,141
School Administration	141,466	147,551	147,770	(219)
Central Services	41,231	35,350	36,656	(1,306)
Operations & Maintenance	3,000	0	0	0
Student Transportation Services	12,598	0	0	0
Transfers	500,248	390,343	355,337	35,006
Adjustment to Comply With Legal Max	0	0	(53,928)	53,928
Adjustment for Qualifying Budget Credits	0	0	46,217	(46,217)
	<u>1,728,935</u>	<u>1,610,899</u>	<u>\$ 1,610,899</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	0	(1,380)		
Unencumbered Cash, Beginning	1,380	1,380		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 1,380</u>	<u>\$ 0</u>		

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

<u>Supplemental General Fund</u>	Current Year			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 364,817	\$ 311,110	\$ 310,536	\$ 574
County Sources	27,989	28,320	34,560	(6,240)
State Sources	119,951	103,882	129,853	(25,971)
Transfers	0	31,637	0	31,637
	<u>512,757</u>	<u>474,949</u>	<u>\$ 474,949</u>	<u>\$ 0</u>
Expenditures				
Instruction	110,704	82,903	\$ 81,605	\$ 1,298
Operations & Maintenance	222,992	229,542	221,000	8,542
Student Transportation Services	106,414	110,924	129,490	(18,566)
Transfers	89,890	79,354	70,628	8,726
	<u>530,000</u>	<u>502,723</u>	<u>\$ 502,723</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	(17,243)	(27,774)		
Unencumbered Cash, Beginning	45,017	27,774		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 27,774</u>	<u>\$ 0</u>		

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

<u>At Risk Fund (4 Year Old)</u>	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Transfers	\$ 700	\$ 1,000	\$ 1,000	\$ 0
	<u>700</u>	<u>1,000</u>	<u>\$ 1,000</u>	<u>\$ 0</u>
Expenditures				
Instruction	700	1,000	\$ 1,000	\$ 0
	<u>700</u>	<u>1,000</u>	<u>\$ 1,000</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 0</u>		

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

<u>At Risk Fund (K-12)</u>	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Transfers	\$ 60,241	\$ 63,611	\$ 66,441	\$ (2,830)
	<u>60,241</u>	<u>63,611</u>	<u>\$ 66,441</u>	<u>\$ (2,830)</u>
Expenditures				
Instruction	60,241	63,611	\$ 66,441	\$ (2,830)
	<u>60,241</u>	<u>63,611</u>	<u>\$ 66,441</u>	<u>\$ (2,830)</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 0</u>		

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

<u>Capital Outlay Fund</u>	Prior Year	Current Year		Variance -
	Actual	Actual	Budget	Over (Under)
Cash Receipts				
Local Sources	\$ 1,142,740	\$ 53,182	\$ 57,765	\$ (4,583)
County Sources	3,822	2,382	0	2,382
State Sources	0	1,597	2,931	(1,334)
Transfers	82,800	0	0	0
	<u>1,229,362</u>	<u>57,161</u>	<u>\$ 60,696</u>	<u>\$ (3,535)</u>
Expenditures				
Instruction	45,636	22,983	\$ 150,000	\$ (127,017)
General Administration	0	0	60,000	(60,000)
Operations & Maintenance	0	0	80,000	(80,000)
Transportation	53,900	31,700	100,000	(68,300)
Facility Acquisition & Construction Services	1,156,453	0	120,312	(120,312)
	<u>1,255,989</u>	<u>54,683</u>	<u>\$ 510,312</u>	<u>\$ (455,629)</u>
Receipts Over (Under) Expenditures	(26,627)	2,478		
Unencumbered Cash, Beginning	476,313	449,686		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 449,686</u>	<u>\$ 452,164</u>		

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

<u>Driver Training Fund</u>	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Local Sources	\$ 1,200	\$ 0	\$ 2,000	\$ (2,000)
State Sources	0	558	1,700	(1,142)
Transfers	3,571	0	0	0
	<u>4,771</u>	<u>558</u>	<u>\$ 3,700</u>	<u>\$ (3,142)</u>
Expenditures				
Instruction	3,507	23	\$ 5,700	\$ (5,677)
	<u>3,507</u>	<u>23</u>	<u>\$ 5,700</u>	<u>\$ (5,677)</u>
Receipts Over (Under) Expenditures	1,264	535		
Unencumbered Cash, Beginning	736	2,000		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 2,000</u>	<u>\$ 2,535</u>		

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

<u>Food Service Fund</u>	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Local Sources	\$ 26,605	\$ 26,867	\$ 26,853	\$ 14
State Sources	792	795	670	125
Federal Sources	36,772	41,201	35,589	5,612
Transfers	13,188	18,192	0	18,192
	<u>77,357</u>	<u>87,055</u>	<u>\$ 63,112</u>	<u>\$ 23,943</u>
Expenditures				
Operations & Maintenance	570	78	\$ 0	\$ 78
Food Service Operations	79,887	86,977	88,112	(1,135)
	<u>80,457</u>	<u>87,055</u>	<u>\$ 88,112</u>	<u>\$ (1,057)</u>
Receipts Over (Under) Expenditures	(3,100)	0		
Unencumbered Cash, Beginning	28,100	25,000		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 25,000</u>	<u>\$ 25,000</u>		

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

<u>Special Education Fund</u>	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Local Sources	\$ 46,532	\$ 25,604	\$ 30,000	\$ (4,396)
Transfers	315,286	288,370	260,000	28,370
	<u>361,818</u>	<u>313,974</u>	<u>\$ 290,000</u>	<u>\$ 23,974</u>
Expenditures				
Instruction	308,913	301,584	\$ 435,000	\$ (133,416)
	<u>308,913</u>	<u>301,584</u>	<u>\$ 435,000</u>	<u>\$ (133,416)</u>
Receipts Over (Under) Expenditures	52,905	12,390		
Unencumbered Cash, Beginning	99,982	152,887		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 152,887</u>	<u>\$ 165,277</u>		

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

<u>Vocational Education Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Transfers	\$ 91,688	\$ 98,524	\$ 98,524	\$ 0
	<u>91,688</u>	<u>98,524</u>	<u>\$ 98,524</u>	<u>\$ 0</u>
Expenditures				
Instruction	86,688	103,524	\$ 103,524	\$ 0
	<u>86,688</u>	<u>103,524</u>	<u>\$ 103,524</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	5,000	(5,000)		
Unencumbered Cash, Beginning	0	5,000		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 5,000</u>	<u>\$ 0</u>		

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

<u>KPERS Contribution Fund</u>	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
State Sources	\$ 124,360	\$ 123,721	\$ 151,719	\$ (27,998)
	<u>124,360</u>	<u>123,721</u>	<u>\$ 151,719</u>	<u>\$ (27,998)</u>
Expenditures				
Instruction	80,834	80,419	\$ 102,350	\$ (21,931)
Student Support Services	3,731	3,712	4,502	(790)
Instructional Support Staff	2,487	2,474	3,154	(680)
General Administration	4,042	4,021	5,280	(1,259)
School Administration	13,991	13,919	15,468	(1,549)
Central Services	2,798	2,784	3,655	(871)
Operations and Maintenance	7,773	7,732	8,197	(465)
Student Transportation Services	4,974	4,949	6,389	(1,440)
Food Service	3,730	3,711	2,724	987
	<u>124,360</u>	<u>123,721</u>	<u>\$ 151,719</u>	<u>\$ (27,998)</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 0</u>		

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

<u>Federal Funds</u>			
		Prior Year Actual	Current Year Actual
Cash Receipts			
Federal Sources		\$ 51,488	\$ 54,403
		<u>51,488</u>	<u>54,403</u>
Expenditures			
Instruction		<u>49,357</u>	<u>54,403</u>
		<u>49,357</u>	<u>54,403</u>
Receipts Over (Under) Expenditures		2,131	0
Unencumbered Cash, Beginning		(2,131)	0
Prior Year Canceled Encumbrances		<u>0</u>	<u>0</u>
Unencumbered Cash, Ending		<u>\$ 0</u>	<u>\$ 0</u>

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

<u>Contingency Reserve Fund</u>		
	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers	\$ 0	\$ 0
	<u>0</u>	<u>0</u>
Expenditures		
Transfers	0	31,637
	<u>0</u>	<u>31,637</u>
Receipts Over (Under) Expenditures	0	(31,637)
Unencumbered Cash, Beginning	110,000	110,000
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 110,000</u>	<u>\$ 78,363</u>

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

Textbook and Student Material Revolving Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	\$ 5,083	\$ 4,768
Transfers	22,664	0
	<u>27,747</u>	<u>4,768</u>
 Expenditures		
Instruction	<u>52,002</u>	<u>5,828</u>
	<u>52,002</u>	<u>5,828</u>
 Receipts Over (Under) Expenditures	(24,255)	(1,060)
 Unencumbered Cash, Beginning	44,255	20,000
 Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
 Unencumbered Cash, Ending	<u>\$ 20,000</u>	<u>\$ 18,940</u>

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2015

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
High School				
Class of 2015	\$ 1,650	\$ 1,906	\$ 3,556	\$ 0
Class of 2016	1,798	3,952	3,823	1,927
Class of 2017	324	1,474	189	1,609
Class of 2018	0	921	81	840
Concessions	1,615	12,298	11,963	1,950
Yearbook	1,894	4,553	2,840	3,607
Drama Club	1,324	919	608	1,635
Stuco	195	2,304	1,988	511
Cheerleaders	279	273	348	204
Music Club	660	3,913	2,392	2,181
Jr. High Cheerleaders	422	0	0	422
Football Club	46	450	336	160
Basketball Club	241	987	1,212	16
Math Club	230	200	270	160
National Honor Society	306	608	570	344
Kay Club	325	1,467	1,094	698
FACS	1,370	1,136	1,575	931
	<u>12,679</u>	<u>37,361</u>	<u>32,845</u>	<u>17,195</u>
Argonia Community Scholarship	<u>2,669</u>	<u>7</u>	<u>0</u>	<u>2,676</u>
Total Agency Funds	<u>\$ 15,348</u>	<u>\$ 37,368</u>	<u>\$ 32,845</u>	<u>\$ 19,871</u>

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
DISTRICT ACTIVITY FUNDS
SCHEDULE OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2015

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add	
						Encumbrances and Accounts Payable	Ending Cash Balance
High School							
Gate Receipts	\$ 3,532	\$ 0	\$ 24,554	\$ 21,502	\$ 6,584	\$ 0	\$ 6,584

**ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
RELATED MUNICIPAL ENTITY
RECREATION COMMISSION
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)**

<u>General Fund</u>	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Local Sources	\$ 38,298	\$ 35,629	\$ 38,407	\$ (2,778)
County Sources	3,488	3,239	3,579	(340)
	<u>41,786</u>	<u>38,868</u>	<u>\$ 41,986</u>	<u>\$ (3,118)</u>
Expenditures				
Community Service Operations	51,710	59,306	\$ 125,050	\$ (65,744)
	<u>51,710</u>	<u>59,306</u>	<u>\$ 125,050</u>	<u>\$ (65,744)</u>
Receipts Over (Under) Expenditures	(9,924)	(20,438)		
Unencumbered Cash, Beginning	107,141	97,217		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 97,217</u>	<u>\$ 76,779</u>		

FEDERAL AWARD INFORMATION

ARGONIA UNIFIED SCHOOL DISTRICT NO. 359 FINANCIAL REPORTING ENTITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2015

Grant Title	Federal CFDA No.	Program Amount	Unencumbered		Receipts	Expenditures	Unencumbered Cash 6-30-15
			7-1-14	Cash			
Department of Education							
Rural Education Achievement Program	84.358	\$ 10,450	\$ 0	\$ 0	\$ 10,450	\$ 10,450	\$ 0
(Passes Through Kansas Department of Education)							
Department of Agriculture							
School Breakfast Program	10.553	7,967					
National School Lunch Program	10.555	33,234					
		41,201	0	41,201	41,201		0
Department of Education							
Title I Low Income	84.010	26,634	0	26,634	26,634		0
Career and Technical Education - Basic Grants to States	84.048	1,500	0	1,500	1,500		0
Title II	84.367	13,119	0	13,119	13,119		0
		41,253	0	41,253	41,253		0
(Passes Through South Central Kansas Education Service Center)							
Department of Education							
Career and Technical Education - Basic Grants to States	84.048	2,700	0	2,700	2,700		0
Total Federal Awards		\$ 95,604	\$ 0	\$ 95,604	\$ 95,604	\$ 95,604	\$ 0